

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, AUGUST 19, 2008**, upon the application of **J-W OPERATING COMPANY**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A**, in the Elm Grove Field, Caddo Parish, Louisiana.

1. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Zone, Reservoir A.
2. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
3. To create six (6) additional drilling and production units for the exploration for and production of gas and condensate from the Lower Cotton Valley Zone, Reservoir A.
4. To force pool and integrate all separately owned tracts, mineral leases and other property interests within these proposed units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
5. To designate a unit operator of, and a unit well for, each of the proposed units as may be appropriate.
6. To approve exceptions to the spacing provisions of Office of Conservation Order No. 361-A-1, effective October 1, 1972, Order No. 361-B, effective October 1, 1973 and Order No. 361-E, effective July 16, 1996, so as to permit the operator of existing units and proposed units covering Sections 20 and 21, Township 16 North, Range 13 West, to drill the unit wells for these units at the locations shown on the plats submitted with the application.
7. To authorize the down hole combination of production from the Lower Cotton Valley Zone, Reservoir A, the Cotton Valley Formation, Reservoir A, and from the Hosston Zone, Reservoir A, or any combination thereof, in the wellbore of any well drilled on the proposed additional units for the Lower Cotton Valley Zone, Reservoir A, in which the interests in the units from which production is to be combined downhole are identical.
8. To redefine the Lower Cotton Valley Zone, Reservoir A, INsofar AND ONLY INsofar as to the additional units proposed herein, as being that gas and condensate bearing interval encountered between the depths of 10,030' and 12,100' (electrical log measurements) in the J-W Operating Company-Cohort Energy et al 22 No. 1 Well, located in Section 22, Township 16 North, Range 13 West.
9. To extend, except as in conflict herewith, the provisions of Order No. 361-A-1, effective October 1, 1972, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Hosston Zone, Reservoir A.
10. To extend, except as in conflict herewith, the provisions of Order No. 361-B, effective October 1, 1973, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
11. To extend, except as in conflict herewith, the provisions of Order No. 361-E, effective July 16, 1996, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Lower Cotton Valley Zone, Reservoir A.
12. To consider such other matters as may be pertinent.

The Hosston Zone, Reservoir A, was defined in Order No. 361-A-1, effective October 1, 1972, and was further defined in subsequent Orders of the 361-A Series of Orders.

The Cotton Valley Formation, Reservoir A was defined in Order No. 361-B, effective October 1, 1973, and was further defined in subsequent Order of the 361-B Series of Orders.

ELM GROVE FIELD
08-1209 thru 08-1217

The Lower Cotton Valley Zone, Reservoir A was defined in Order No. 361-E, effective July 16, 1996.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.
www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA

7/14/08;7/17/08

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.